STEVEN BENITO RUSSO 1 Chief of Enforcement Jeffery A. Sly 2 Commission Counsel 3 Fair Political Practices Commission 428 J. Street, Suite 620 Sacramento, California 95814 4 Telephone: (916) 322-5660 5 Facsimile: (916) 322-1932 Attorneys for Complainant 6 7 BEFORE THE FAIR POLITICAL PRACTICES COMMISSION 8 9 STATE OF CALIFORNIA 10 In the Matter of: FPPC No.: 02/546 11 12 STIPULATION, DECISION, and 13 TERRY MACRAE, ORDER 14 15 Respondent. 16 17 Complainant Mark Krausse, Executive Director of the Fair Political Practices Commission, and Respondent Terry MacRae hereby agree that this stipulation will be submitted for consideration by the 18 19 Fair Political Practices Commission at its next regularly scheduled meeting. The parties agree to enter into this stipulation to resolve all factual and legal issues raised in 20 21 this matter and to reach a final disposition without the necessity of holding an administrative hearing 22 to determine the liability of Respondent. Respondent understands, and hereby knowingly and voluntarily waives, any and all procedural 23 rights set forth in sections 83115.5, 11503 and 11523 of the Government Code, and in section 18361 24 of Title 2 of the California Code of Regulations. This includes, but is not limited to, the right to 25 personally appear at any administrative hearing held in this matter, to be represented by an attorney at 26 Respondent's own expense, to confront and cross-examine all witnesses testifying at the hearing, to 27 subpoena witnesses to testify at the hearing, to have an impartial administrative law judge preside over 28 1

the hearing as a hearing officer, and to have the matter judicially reviewed.

It is further stipulated and agreed that Respondent Terry MacRae violated the Political Reform Act by failing to timely file a statement of economic interests, in violation of section 87300 of the Government Code (1 counts), as described in Exhibit 1. Exhibit 1 is attached hereto and incorporated by reference as though fully set forth herein. Exhibit 1 is a true and accurate summary of the facts in this matter.

Respondent agrees to the issuance of the decision and order, which is attached hereto. Respondent also agrees to the Commission imposing upon him an administrative penalty in the amount of Three Hundred Dollars (\$300). A cashier's check from Respondent in said amount, made payable to the "General Fund of the State of California," is submitted with this stipulation as full payment of the administrative penalty, and shall be held by the State of California until the Commission issues its decision and order regarding this matter. The parties agree that in the event the Commission refuses to accept this stipulation, it shall become null and void, and within fifteen (15) business days after the Commission meeting at which the stipulation is rejected, all payments tendered by Respondent in connection with this stipulation shall be reimbursed to Respondent. Respondent further stipulates and agrees that in the event the Commission rejects the stipulation, and a full evidentiary hearing before the Commission becomes necessary, neither any member of the Commission, nor the Executive Director, shall be disqualified because of prior consideration of this stipulation.

Dated: 9/9/03

Mark Krausse, Executive Director Fair Political Practices Commission

Dated: 1/4/03

Terry MacRac, Respondent

DECISION AND ORDER The foregoing stipulation of the parties "In the Matter of Terry MacRae, FPPC No. 02/546," including all attached exhibits, is hereby accepted as the final decision and order of the Fair Political Practices Commission, effective upon execution below by the Chairman. IT IS SO ORDERED. Dated: Liane M. Randolph, Chairman Fair Political Practices Commission